

NARBHA
STATEMENT OF FINANCIAL POSITION
AS OF: December 31, 2006

ASSETS

CURRENT ASSETS

101 Cash (Disclose on Schedule A)	\$13,828,522
102 Current Investments	
103 Accounts Receivable (net) (Disclose on Schedule A)	\$2,624,988
104 Notes Receivable (current portion)	\$1,772,991
105 Prepaid Expenses	\$203,035
106 Other Current Assets (Disclose on Schedule A)	\$3,925
107 Total Current Assets	\$18,433,461

NON-CURRENT ASSETS

108 Land	1,246,192
109 Building	3,181,588
110 Leasehold Improvements	-
111 Furniture and Equipment	1,688,959
112 Vehicles	162,195
113 Total Property and Equipment	\$6,278,933
114 Less: Accumulated Depreciation	1,864,038
115 Net Property and Equipment	\$4,414,895
116 Notes Receivable (net of current portion)	\$669,631
117 Performance Bond (Disclose on Schedule A)	
118 Long Term Investments	
119 Deposits	
120 Other Noncurrent Assets (Disclose on Schedule A)	-
121 Total Noncurrent Assets	\$5,084,526
122 TOTAL ASSETS	\$23,517,987

LIABILITIES AND NET ASSETS/EQUITY

CURRENT LIABILITIES

201 Incurred But Not Reported Claims (Disclose on Sch. A)	\$509,856
202 Reported But Unpaid Claims	-
203 Payable to ADHS (Disclose on Schedule A)	\$0
204 Other Amounts Payable to Providers	6,478,573
205 Trade Accounts Payable	124,931
206 Accrued Salaries and Benefits	448,762
207 Long-term Debt (current portion)	141,350
208 Deferred Revenue (Disclose on Schedule A)	\$47,353
209 Risk Pool Payable	
210 Other Current Liabilities (Disclose on Schedule A)	\$153,357
211 Total Current Liabilities	\$7,904,182

NON-CURRENT LIABILITIES

212 Long-term debt (net of current portion)	2,028,847
213 Loss Contingencies (Disclosed on Schedule A)	\$0
214 Other Noncurrent Liabilities (Disclose on Schedule A)	\$0
215 Total Noncurrent Liabilities	\$2,028,847
216 TOTAL LIABILITIES	\$9,933,029
217 NET ASSETS/EQUITY	
Unrestricted Net Assets	13,584,958
Restricted Net Assets (Disclose on Schedule A)	\$0

218 TOTAL LIABILITIES AND NET ASSETS/EQUITY	\$23,517,987
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NARBHA
STATEMENT OF FINANCIAL POSITION
AS OF:
Schedule A Disclosures

December 31, 2006

ASSETS:

Cash

	Unrestricted	13,828,522
	Restricted	
Total Cash		<u><u>\$13,828,522</u></u>

Accounts Receivable

ADHS

	Program ID	Category ID	
Current Year			
	NTXIX/XXI Child		\$14,640
	NTXIX/XXI Child	CMHS-Coaching&Training	21,500
	NTXIX/XXI SMI		2
	SSDI - TMC		622
	Mental Health		2,650
	Substance Abuse		330,867
	Prevention Intervention		42,306

Prior Year

Select Program			-
TXIX Child	Profit/Risk Corridor		\$153,338
TXIX SMI	MMA claim Reimb.		724,348
TXIX GMHSA	MMA claim Reimb.		179,916
TXIX DD Adult	MMA claim Reimb.		61,905
NTXIX/XXI SMI	MMA claim Reimb.		1,799
Admin & Mgmt Gen	Qualifying Incentive Pmts		390,695

Non-ADHS &/or Unrelated Business

Current Year			
	Billings to SAA for ins, etc		283,721
	Miscellaneous receivables		416,679
	DES RSA Grant		-

Prior Year

Allowance for Doubtful Accounts

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Total Accounts Receivable	<u><u>\$2,624,988</u></u>
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Other Current Assets (Detail of Line 106)

ST. Comp Deposit	\$3,925
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Total Other Current Assets	<u><u>\$3,925</u></u>
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Other Noncurrent Assets (Detail of Line 120)

Total Other Noncurrent Assets

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PERFORMANCE BOND:

A surety bond for \$ 8,238,106 was purchased from Fidelity and Deposit Company of Maryland.	<u><u>-</u></u>
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Adjustments:

Payables to ADHS - Other* Category

Disclose items recorded as "Other" in the category for Payable to ADHS Section

Explain ≥10% fluctuation in account from prior period

Decrease in Prepaid Expenses due to timing of payments at month end
Increase in Land due to purchase
Decrease in Notes Receivable due to reclassifying principal pmts
Decrease in Accounts Payable due to timing of payments
Decrease in Deferred Revenue due to earning of SIG and COOL monies

LIABILITIES:

IBNR Claims Estimate

Current Year	
FY 07	\$398,500
Prior Year(s)	
FY 06	111,356

Total IBNR	<u><u>\$509,856</u></u>
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Payable to ADHS (Detail of Line 203)

	Program ID	Category ID	
Current Year			
Select Program		Withhold	\$0
Prior Year			
Select Program	Select Category		\$0

Total Payable to ADHS	<u><u>\$0</u></u>
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Deferred Revenue from: (Detail of Line 208)

	Program ID	Category ID	
ADHS			
Current Year			\$0
Prior Year			
HB2003 Child	Coaching & Training		\$29,874
HB2003 Child	Services		17,479

Non-ADHS &/or Unrelated Business

Current Year	-
Prior Year	

Total Deferred Revenue	<u><u>\$47,353</u></u>
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Other Current Liabilities (Detail of Line 210)

Reserve for Dental & FSA claims	\$108,867
Payable to BHIP	44,491
Total Other Current Liabilities	<u><u>\$153,357</u></u>

Loss Contingencies (Detail of Line 213)

Identify Loss Contingencies	
Total Loss Contingencies	<u><u>\$0</u></u>

Other Noncurrent Liabilities (Detail of Line 214)

Identify Other Noncurrent Liabilities	
Total Other Noncurrent Liabilities	<u><u>\$0</u></u>

Restricted Net Assets (Detail of Line 217)

Identify Restricted Net Assets	
Total Restricted Net Assets	<u><u>\$0</u></u>

NARBHA

STATEMENT OF CHANGES IN NET ASSETS / EQUITY

AS OF : December 31, 2006

		Net Assets /	
		Retained	
Beginning Balance:	July 1, 2006	Earnings	Total
		12,450,437	12,450,437
* Net Surplus / Net Earning for the period ended:	December 31, 2006	1,134,521	1,134,521
Dividends Declared			-
** Prior Period Adjustments			-
Ending Balance:			-
		\$	- \$
		\$	- \$
		\$	13,584,958 \$
		\$	13,584,958

* Net of dividends declared

** Disclosure of Prior Period Adjustments

STATEMENT OF ACTIVITIES		December 31, 2006																						
YEAR TO DATE AS OF:																								
*DISCLOSE ON SCHEDULE A																								
		TXIX CHILD	TXIX CMDP	TXIX DD CHILD	NTXIX/XXI CHILD	TXXI CHILD	HB2003 CHILD	TXIX SMI	TXIX DD ADULT	NTXIX/XXI SMI	HIFA II SMI	TXXI ADULT	SSDI - TMC	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	PROGRAM ADMIN & MGMT/GEN	TOTAL
REVENUES																								
401	Revenue Under ADHS Contract																							
a	ADHS Revenue	8,716,064	5,339,176	1,007,732	953,324	535,136	17,316	16,114,020	535,760	4,817,427	111,527	14,010	622	10,207,055	86,958	156,404	2,248,569	502,964	2,400	77,438	0	51,443,901		51,443,901
b	ADHS Revenue - Qualifying Incentive Payments																					0	0	0
402	Specialty & Other Grants*																				3,862	3,862		3,862
403	Client Fees (Co-pays)																					0	0	0
404	Third Party Recoveries																							
a	Medicare																					0		0
b	Other Insurance																					0		0
405	Interest Income																					0	366,827	366,827
406	Other Funding Sources - Non ADHS*																				0	0	39,620	39,620
407	Unrelated Business Activities*																					0	350,000	350,000
408	TOTAL REVENUE	8,716,064	5,339,176	1,007,732	953,324	535,136	17,316	16,114,020	535,760	4,817,427	111,527	14,010	622	10,207,055	86,958	156,404	2,248,569	502,964	2,400	77,438	3,862	51,447,763	756,647	52,204,410
EXPENSES																								
Service Expenses:																								
501	Treatment Services																							
a	Counseling																							
1	Counseling, Individual	488,940	246,034	25,315	82,593	46,623		589,629	19,743	100,785	15,982	1,804		620,760	9,813	13,768	59,264					2,321,053		2,321,053
2	Counseling, Family	428,157	215,663	33,007	24,427	38,871		41,654	2,333	3,079	0	126		30,121	610	705	3,290					822,043		822,043
3	Counseling, Group	79,140	30,462	3,432	51,732	7,477		277,445	5,144	45,022	511	0		709,998	1,069	3,568	370,345					1,585,344		1,585,344
b	Consultation, Assessment & Specialized Testing	475,914	113,725	40,436	55,474	42,910		454,596	21,837	87,445	6,609	2,803		905,733	16,254	22,718	175,128					2,421,582		2,421,582
c	Other Professional	0	0	0	44	0		0	0	2,103	0	0		0	0	0	7,949					10,096		10,096
d	Total Treatment Services	1,472,151	605,884	102,190	214,270	135,881	0	1,363,324	49,057	238,433	23,101	4,733	0	2,266,612	27,747	40,758	615,976	0	0	0	0	7,160,118	0	7,160,118
502	Rehabilitation Services																							
a	Living Skills Training	257,109	46,341	82,383	65,246	23,103		670,948	10,994	72,873	0	0	46	74,833	555	1,617	52,411					1,358,458		1,358,458
b	Cognitive Rehabilitation	0	0	0	0	0		0	0	0	0	0		0	0	0	0					0		0
c	Health Promotion	3,162	3,570	0	3,963	219		67,982	1,340	10,006	59	0		59,100	28	14	78,672					228,116		228,116
d	Supported Employment Services	6,476	0	0	0	0		133,957	3,052	17,013	197	0		12,917	0	41	873					174,525		174,525
e	Total Rehabilitation Services	266,747	49,911	82,383	69,209	23,322	0	872,886	15,385	99,892	256	0	46	146,850	583	1,672	131,956	0	0	0	0	1,761,099	0	1,761,099
503	Medical Services																							
a	Medication Services	349	0	0	0	0		110,678	3,065	7,282	0	0		205,232	0	0	18,747					345,353		345,353
b	Medical Management	310,263	56,609	41,275	15,598	32,445		614,726	27,161	96,125	10,607	246		448,871	7,973	6,743	24,037					1,694,679		1,694,679
c	Laboratory, Radiology & Medical Imagin	10,012	1,720	1,331	244	679		19,870	852	3,807	0	176		15,336	79	455	2,023					56,585		56,585
d	Electro-Convulsive Therapy	0	0	0	0	0		4,405	0	307	0	0		0	0	0	0					4,713		4,713
e	Total Medical Services	320,624	58,329	42,606	15,842	33,124	0	749,679	31,078	109,521	10,607	422	0	669,439	8,052	7,198	44,807	0	0	0	0	2,101,330	0	2,101,330
504	Support Services																							
a	Case Management	1,910,284	1,160,519	372,856	169,333	150,270		3,618,057	128,397	650,517	42,885	4,446	147	1,909,660	22,708	46,010	242,703					10,428,791		10,428,791
b	Personal Assistance	5,476	359	642	0	0		25,940	27,000	78,722	0	0		2,108	0	1,005	0					141,252		141,252
c	Family Support	75,438	34,726	11,490	5,966	7,391		987	659	318	0	0		6,954	19	207	125					144,279		144,279
d	Peer Support	0	39	0	0	0		94,016	899	11,282	0	0		108,841	13	221	47,282					262,593		262,593
e	Therapeutic Foster Care Services	113,880	729,153	0	8,564	6,526		0	0	0	0	0		0	0	0	0					866,871		866,871
f	Respite Care	295,250	126,866	3,290	1,185	13,479		0	0	0	0	0		0	0	0	0					440,070		440,070
g	Housing Support	0	0	0	0	0		0	0	14,308	0	0		0	0	230	6,428					20,966		20,966
h	Interpreter Services	2,215	252	0	1,151	358		0	0	1,181	0	0		82	63	5	156					5,462		5,462
i	Flex Fund Services	0	0	0	2,721	0		0	0	5,076	0	0		0	0	0	76,884					84,681		84,681
j	Transportation	172,869	49,055	25,548	7,563	5,418		645,351	11,325	51,690	0	0		455,191	34	2,664	36,313					1,463,021		1,463,021
k	Block Purchase NTXX Consumer Drop In Cente	0	0	0	0	0		0	0	0	0	0		0	0	0	0					0		0
l	Total Support Services	2,575,451	2,100,930	413,826	196,483	183,442	0	4,384,350	168,280	821,842	42,885	4,446	147	2,482,835	22,836	50,342	409,890	0	0	0	0	13,857,986	0	13,857,986
505	Crisis Intervention Services																							
a	Crisis Intervention - Mobile	25,872	18,679	9,295	7,642	2,019		94,308	3,683	13,161	0	0		72,965	1,104	9,723	21,344					279,796		279,796
b	Crisis Services	0	0	0	0	0		31,829	364	7,031	0	0		15,234	0	0	0					54,457		54,457
c	Crisis Phones	29,748	5,771	0	9,563	3,017		35,138	0	8,456	0	0		23,945	0	8,626	766					125,031		125,031
d	Total Crisis Intervention Services	55,620	24,450	9,295	17,205	5,036	0	161,276	4,047	28,648	0	0	0	112,144	1,104	18,350	22,111	0	0	0	0	459,284	0	459,284
506																								

NARBHA
STATEMENT OF ACTIVITIES
YEAR TO DATE AS OF:

December 31, 2006

*DISCLOSE ON SCHEDULE A

		TXIX CHILD	TXIX CMDP	TXIX DD CHILD	NTXIX/XXI CHILD	TXXI CHILD	HB2003 CHILD	TXIX SMI	TXIX DD ADULT	NTXIX/XXI SMI	HIFA II SMI	TXXI ADULT	SSDI - TMC	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	PROGRAM ADMIN & MGMT/GEN	TOTAL
Administrative Expenses:																								
601	Salaries	312,469	194,633	35,627	31,333	19,098	0	584,397	19,531	174,116	3,523	631	0	360,769	2,695	3,633	78,667	36,998	0	13,814	0	1,871,934	0	1,871,934
602	Employee Benefits	79,730	49,616	9,070	7,993	4,882	0	145,962	5,019	40,813	903	162	0	91,523	697	915	19,873	9,986	0	3,377	0	470,521	0	470,521
603	Professional & Outside Services	10,444	6,361	1,168	10,069	651	0	18,228	615	5,546	123	17	0	12,413	106	108	2,526	6,676	0	188	0	75,239	0	75,239
604	Travel	7,278	4,496	822	1,345	449	0	14,416	474	5,304	84	12	0	9,029	68	87	3,269	1,562	0	494	0	49,189	0	49,189
605	Occupancy	15,013	9,210	1,736	1,320	920	0	27,481	919	8,325	188	27	0	17,472	146	164	3,783	1,253	0	373	0	88,330	0	88,330
606	Depreciation	19,609	12,095	2,282	2,003	1,201	0	36,239	1,208	11,059	249	33	0	22,830	191	214	4,984	1,373	0	1,725	0	117,295	0	117,295
607	All Other Operating*	73,447	44,944	8,470	6,996	4,505	0	139,216	4,557	41,220	916	125	0	86,841	717	812	18,743	5,960	0	324	0	437,793	0	437,793
608	Subtotal ADHS Administrative Expenses	517,990	321,355	59,175	61,059	31,706	0	965,939	32,323	286,383	5,986	1,007	0	600,877	4,620	5,933	131,845	63,808	0	20,295	0	3,110,301	0	3,110,301
650	Non ADHS Administrative Expenses*	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	588	588	97,447	98,035
651	Unrelated Admin. Expense*	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	405,240	405,240
652	Subtotal Administrative Expense	517,990	321,355	59,175	61,059	31,706	0	965,939	32,323	286,383	5,986	1,007	0	600,877	4,620	5,933	131,845	63,808	0	20,295	588	3,110,889	502,687	3,613,576
701	Unrelated Business Expenses*															0	0	0				0	0	0
Income Tax Provisions																								
790	a ADHS Income Tax Provision																					0		0
	b Non ADHS Income Tax Provision																					0		0
799	Subtotal Income Tax Provision	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
800	TOTAL EXPENSES	8,561,107	5,262,959	986,171	959,247	524,317	20,453	15,642,463	693,162	4,699,025	92,059	13,885	622	9,998,303	100,658	154,015	2,217,459	538,618	2,400	96,201	4,075	50,567,202	502,687	51,069,889
801	INC(DEC) IN NET ASSETS/EQUITY	154,957	76,217	21,561	(5,923)	10,819	(3,137)	471,557	(157,402)	118,402	19,468	125	0	208,752	(13,700)	2,389	31,110	(35,654)	0	(18,763)	(213)	880,561	253,960	1,134,521

*Disclose on Schedule A

December 31, 2006

	\$0	\$0
	\$0	\$0
	\$0	\$0
	\$0	\$0

	TXIX CHILD	TXIX CMDP	TXIX DD CHILD	NTXIX/XXI CHILD	TXXI CHILD	HB2003 CHILD	TXIX SMI	TXIX DD ADULT	NTXIX/XXI SMI	HIFA II SMI	TXXI ADULT	SSDI - TMC	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	PROGRAM ADMIN/MGMT/ GEN	TOTAL
ADJUSTMENTS (Disclose and describe any adjustments to previously submitted financial statements including those that affect the current financial statements)																							
Disclosures:																							
Note 1:																							
An adjustment was made in December for personal care services for the dually enrolled NARBHA members from TXIX DD to subvention.																							
This was due to a recent finding by a DHS Administrative Law Judge in November, 2006.																							
The impact was to move \$60,858 on line 504 B from TXIX DD Adult to NTXIX/TXXI SMI (based on member's file) and \$33,120 on line 502 A was moved from TXIX DD Child to NTXIX/TXXI Child.																							
Note 2:																							
NARBHA has identified 3 members that qualify for SSDI-TMC and expenses related to those members for October through December, 2006 reported.																							

Analysis:
(Compare prior quarter activity to current quarter activity for each column [program] and each row major category of service.)

See Note 1 above - this change was made in 2nd quarter so the expenses for Living Skills Training and Personal Assistance were affected.
The estimate for meds rebate was reduced by \$50,000 at the end of 2nd quarter.

NARBHA**STATEMENT OF CASH FLOWS****YEAR TO DATE FOR PERIOD ENDED:**

December 31, 2006

CASH FLOWS FROM OPERATING ACTIVITIES:

Changes in Net Assets	1,134,521
Adjustments to Reconcile Excess of Revenue Over/(Under) Expenses to Net Cash Provided (Used) by Operating Activities:	
Depreciation and Amortization	154,164
Changes in Operating Assets and Liabilities	
(Increases)/Decreases in Assets:	
Current Investments	
Receivables	6,084
Inventory & Prepaid Expenses	7,929
Interest Receivable	
Deposits	323
Other	-
Increases/(Decreases) in Liabilities:	
IBNR	152,731
RBUC	
Accounts Payable to ADHS	-
Accounts Payable to Providers	846,789
Interest Payable	-
Trade Accounts Payable	(111,031)
Accrued Salaries & Benefits	778
Unearned Revenue	(104,436)
Other Current Liabilities	(72,310)

NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<hr/> 2,015,542
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CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from Sale of Property & Equipment	-
Purchases of Property & Equipment	(272,717)
Proceeds from Sales of Investments	-
Purchase of Investments	-

NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<hr/> (272,717)
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CASH FLOWS FROM FINANCING ACTIVITIES:

Acquisition of Debt (Describe on Schedule A)	-
Payment of Lease Obligations	(5,285)
Payment of Other Debts (Describe on Schedule A)	(65,060)

NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	<hr/> (70,345)
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NET INCREASE/(DECREASE) IN CASH	1,672,480
BEGINNING CASH	<hr/> \$12,156,042
ENDING CASH BALANCE *	<hr/> <hr/> 13,828,522

***NOTE: ENDING CASH BALANCE MUST AGREE WITH TOTAL CASH BALANCE ON BALANCE SHEET**

NARBHA

STATEMENT OF CASH FLOWS

YEAR TO DATE FOR PERIOD ENDED:

December 31, 2006

Schedule A Disclosure

Describe:

1. Sources and amounts of cash received for other grants.

DES/RSA Grant	\$	8,501
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2. Underlying transactions for acquisition of debt.

(Debtor, amount, purpose of loan, term, interest rate of debt acquired during the quarter.)

3. Underlying transactions for retirement of debt.

(Debtor, amount paid off.)

4. Cash Flows From Financing Activities - Payment of Other Debt

Xerox - payments of leases	\$	5,285
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Compass Bank - payment of mortgage	\$	65,060
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5. Supplemental data or non-cash investing and financing activities, gifts, etc.